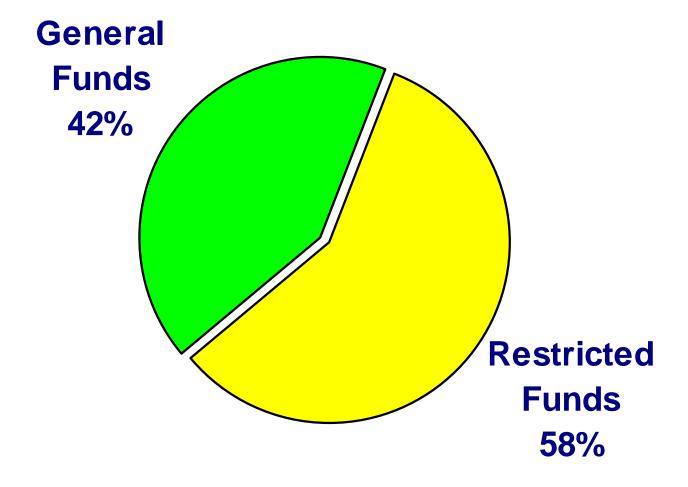
Financial Sustainability Plan Overview

Mayor & Council Study Session December 13, 2005



The City Budget





FY 2007 Economic Based Revenue Growth

General Funds in \$ Millions

CITY OF	
Total Revenue Growth	\$ 27
Miscellaneous Revenues	2
Auto-Lieu Tax	2
Income Tax	9
Sales Tax	1
State Revenues Returned to the City	
Other Local Taxes	3
City Sales Tax Growth @ 5%	\$ 10

General Funds Revenue Increase Allocation Historical Trend

(\$ millions)

Revenue Increase 1

Human Capital²

Services/Other

20	002	20	003	2	004	20	005	20	006	Ave	rage
\$	%	\$	%	\$	%	\$	%	\$	%	\$	%
20		15		2		36		25		20	
10	50%	12	80%	9	450%	15	42%	19	76 %	13	66%
10	50%	3	20%	-7	-350%	21	58%	6	24%	7	34%

¹ Excludes funds from prior years.

² No pay increase in FY 2004, \$9 million includes pension and medical increases only.



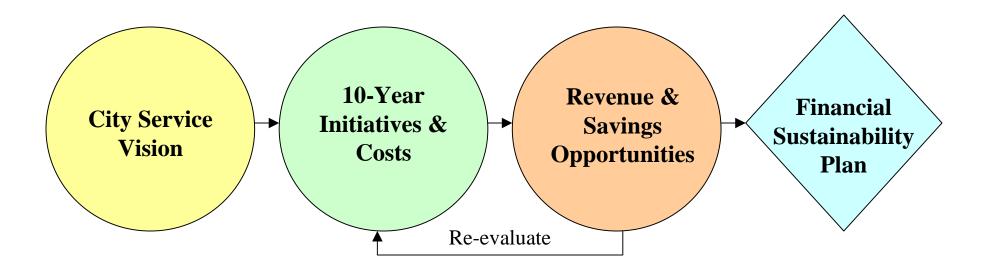
Revenue Allocation Proposal

General Funds in \$ Millions

Human Capital @ 40% \$ 11 for pay adjustment, pension, and other requirements Services Allocation @ 60% 16 Increased Services \$ 12 Financing related capital needs 4 Total Revenue Allocation \$ 27



Financial Sustainability Planning Model





Inputs

- City Strategic Plan/Priorities
- Citizen Surveys
- Mayor & Council Policies
- Other plans and reports





Identifies specific services that the City will focus on over the next ten years.





Quantify future service demands and goals



Identify the financial and organizational resources to reach those goals.





What can we afford as a community?

- Economic based revenue growth
- Savings through focused and efficient service delivery





Will include measures for success in meeting community service goals

Will provide a basis for the biennial budget

Will not be static, it will continuously evolve



Financial Sustainability Plan Calendar

December 13, 2005	Financial Sustainability Overview
December 20, 2005	Road Maintenance
January 4, 2006	Public Safety
January 18, 2006	Parks and Recreation
February 2006	Staff Returns with Proposed Plan

